

**IN THE UNITED STATES DISTRICT COURT  
FOR THE WESTERN DISTRICT OF TEXAS  
AUSTIN DIVISION**

**PHERAH LLC,**

Plaintiff,

**v.**

**NETSUITE INC.**

Defendant.

**CIVIL ACTION NO 1:17-cv-1131**

**JURY TRIAL DEMANDED**

**ORIGINAL COMPLAINT FOR PATENT INFRINGEMENT**

1. This is an action for patent infringement in which Pherah LLC makes the following allegations against Netsuite Inc.

**PARTIES**

2. Plaintiff Pherah LLC (“Plaintiff” or “Pherah”) is a Texas limited liability company with its principal place of business at 5068 West Plano Parkway, Plano, Texas, 75093.

3. On information and belief, Netsuite Inc. (“Defendant” or “Netsuite”) is a corporation organized and existing under the laws of the State of Delaware, with its principal place of business at 2955 Campus Drive, Suite 100, San Mateo, CA 94403-2511.

**JURISDICTION AND VENUE**

4. This action arises under the patent laws of the United States, Title 35 of the United States Code. This Court has subject matter jurisdiction pursuant to 28 U.S.C. §§ 1331 and 1338(a).

5. Venue is proper in this district under 28 U.S.C. §§ 1391(c) and 1400(b). Defendant has committed acts of infringement in this District. Furthermore, Defendant has a regular and established place of business in the District and Division, namely its office at 12331-A Riata Trace Parkway, Building 3, Suite 210, Austin, TX 78727.

6. On information and belief, Defendant is subject to this Court's specific and general personal jurisdiction pursuant to due process and/or the Texas Long Arm Statute, due at least to its substantial business in this forum, including: (i) at least a portion of the infringements alleged herein; and (ii) regularly doing or soliciting business, engaging in other persistent courses of conduct, and/or deriving substantial revenue from goods and services provided to individuals in Texas and in this Judicial District.

## **COUNT I**

### **INFRINGEMENT OF U.S. PATENT NO. RE44,652**

7. Plaintiff is the owner of United States Patent No. RE44,652 ("the '652 patent") entitled "Computer-Readable Data Product For Managing Sales Information." The '652 Patent issued on December 17, 2013. A true and correct copy of the '652 Patent is attached as Exhibit A.

8. Defendant owns, uses, operates, advertises, controls, sells, and otherwise provides products and/or services that infringe the '652 patent. The '652 patent provides, among other things, "[a] non-transitory computer program product readable by a computing system and encoding a set of computer instructions implementing a method for managing product knowledge comprising a plurality of data items related to products offered for sale by a selling entity, the computing system including a memory arrangement and at least one processing unit, the method comprising: defining a data model for a plurality of data categories, the data model

establishing relationships between data categories; receiving in the computer system a plurality of particular data items corresponding to the plurality of data categories; receiving user-defined relationship information for the plurality of particular data items, the relationship information relating each of the plurality of particular data items to another of the plurality of particular data items; presenting the product knowledge, including information about the particular data item, to a user of the system in a manner established by the data model and the user-defined relationship, said presenting being in a selected graphical user interface view defining a hierarchy of the data items from a designated starting point within the hierarchy; wherein the data model is constructed from a plurality of data instance items interconnected using the user-defined relationship items for each data instance item, each data instance item being an input that corresponds to one or more of the data categories and representing at least part of the product knowledge.”

9. Defendant directly and/or through intermediaries, made, has made, used, imported, provided, supplied, distributed, sold, and/or offered for sale products and/or services that infringed one or more claims of the ‘652 patent, including at least Claim 24, in this district and elsewhere in the United States. Particularly, Netsuite SuiteCommerce comprises a non-transitory computer program product readable by a computing system and encoding a set of computer instructions implementing a method for managing product knowledge comprising a plurality of data items related to products offered for sale by a selling entity, the computing system including a memory arrangement and at least one processing unit. By making, using, importing, offering for sale, and/or selling such products and services, and all like products and services, Defendant has injured Plaintiff and is thus liable for infringement of the ‘652 patent pursuant to 35 U.S.C. § 271.

10. Based on present information and belief, the NetSuite SuiteCommerce software allows a user to define a data model for a plurality of data categories, (e.g., Activities, Shipping, Receiving, Inventory, Reports, Setup, etc.), the data model establishing relationships between data categories (e.g., NetSuite SuiteCommerce allows for users to define a model set of data categories which the interface then uses to establish the relationships between the actual data categories in use).

11. Based on present information and belief, the NetSuite SuiteCommerce software receives in a computer system (For example, PC, tablet or smartphone) a plurality of particular data items corresponding to the plurality of data categories (e.g., Product name, image, on hand, on order, on sales order, etc. corresponding to the “Available to Sell”/data category and Order#, Date, Customer, Ship to, Currency, Process, etc. corresponding to the “Shipping”/data category). On present information and belief, the NetSuite SuiteCommerce software receives data items such as Product name, image, on hand, on order, on sales order, etc. from the user/seller and displays on a computer system.

12. Based on information and belief, the NetSuite SuiteCommerce software receives user-defined relationship information for a plurality of particular data items (e.g., Product name, image, on hand, on order, on sales order, etc. quantity corresponding to the “Available to sell”/data category.), the relationship information relating each of the plurality of particular data items to another of the plurality of particular data items (e.g., Available to sell/ data item is related to the on hand, on order, on sales order / data items). On present information and belief, the NetSuite SuiteCommerce software allows users to define relationship information between various data items and customize how they interact with each other in the NetSuite

SuiteCommerce interface in various data categories e.g., Activities, Shipping, Receiving, Inventory, Reports, Setup, etc.

13. Based on present information and belief, the NetSuite SuiteCommerce system presents product knowledge, including information about the particular data item (e.g., Product name, image, on hand, on order, on sales order, etc. corresponding to the “Available to Sell”/data category), to a user of the system (e.g., any person with access to the system and who can edit and define relationships between the data) in a manner established by the data model and the user-defined relationship, said presenting being in a selected graphical user interface view defining a hierarchy of the data items from a designated starting point within the hierarchy. (e.g. information will be displayed in a hierarchal structure whereas categories contain certain items and those item contain item data, and so on) On present information and belief, the NetSuite SuiteCommerce software also presents data graphically to the user organized in a manner consistent with the previously defined data models and user-defined relationships in the desired format Column charts etc.

14. Based on present information and belief, the NetSuite SuiteCommerce presents a data model (e.g., Column charts, Inventory table etc.) that is constructed from the plurality of data instance items (e.g., Product name, image, on hand, on order, on sales order, etc. corresponding to the “Available to sell”/data category and Column chart in Reports) interconnected using the user-defined relationship items (e.g., the parameters set by the user in NetSuite SuiteCommerce’s dashboard) for each data instance item, (e.g., Product name, image, on hand, on order, on sales order, Order, Customer, Date, etc.) each data instance item (e.g., Product name, image, on hand, on order, on sales order, Order, Customer, Date, etc.) being an input that corresponds to one or more of the data categories (e.g., Inventory, Available to Sell,

Shipping, Sales etc.) and representing at least part of the product knowledge (e.g., the data instances represent the product knowledge, i.e., the inventory, order and sales of a particular product.).

15. In the alternative, because the manner of use by Defendant differs in no substantial way from language of the claims, if Defendant is not found to literally infringe, Defendant infringes under the doctrine of equivalents.

16. Defendant's aforesaid activities have been without authority and/or license from Plaintiff.

17. In addition to what is required for pleadings in patent cases, and to the extent any marking was required by 35 U.S.C. § 287, Plaintiff and all predecessors in interest to the '652 Patent complied with all marking requirements under 35 U.S.C. § 287.

18. Plaintiff is entitled to recover from Defendant the damages sustained by Plaintiff as a result of the Defendant's wrongful acts in an amount subject to proof at trial, which, by law, cannot be less than a reasonable royalty, together with interest and costs as fixed by this Court under 35 U.S.C. § 284.

#### **PRAYER FOR RELIEF**

WHEREFORE, Plaintiff respectfully requests that this Court enter:

1. A judgment in favor of Plaintiff that Defendant has infringed the '652 Patent;
2. A judgment and order requiring Defendant to pay Plaintiff its damages, costs, expenses, and prejudgment and post-judgment interest for Defendant's infringement of the '652 Patent as provided under 35 U.S.C. § 284;
3. A judgment and order finding that this is an exceptional case within the meaning of 35 U.S.C. § 285 and awarding to Plaintiff its reasonable attorneys' fees; and

4. Any and all other relief to which Plaintiff may show itself to be entitled.

**DEMAND FOR JURY TRIAL**

Plaintiff, under Rule 38 of the Federal Rules of Civil Procedure, requests a trial by jury of any issues so triable by right.

Respectfully Submitted,

**PERAH LLC**

*/s/ Papool S. Chaudhari*

Dated: November 30, 2017

By: \_\_\_\_\_

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**PERAH LLC**